

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA

DOCKET NO. 2000-0176-C - ORDER NO. 2000-613

JULY 27, 2000

IN RE: Application of ConnectSouth)	
Communications of South Carolina, Inc. for a)	
Certificate of Public Convenience and)	ORDER
Necessity to provide Facilities-Based and)	GRANTING
Resold Local Exchange and Intrstate)	CERTIFICATE
Interexchange Telecommunications Services)	
in the State of South Carolina.)	

This matter comes before the Public Service Commission of South Carolina (the "Commission") by way of the Application of ConnectSouth Communications of South Carolina, Incorporated ("ConnectSouth" or the "Company") requesting a Certificate of Public Convenience and Necessity authorizing it to provide resold and facilities-based local exchange and intrastate interexchange telecommunications services within the State of South Carolina. The Company's application was filed pursuant to S.C. Code Ann. §58-9-280 (Supp. 1999) and the Regulations of the Public Service Commission of South Carolina.

By letter, the Commission's Executive Director instructed ConnectSouth to publish, one time, a prepared Notice of Filing in newspapers of general circulation in the areas affected by the Application. The proposed Notice of Filing was to inform interested parties of the manner and time in which to file the appropriate pleadings for participation in the proceedings. ConnectSouth complied with this instruction and provided the Commission with proof of publication of the Notice of Filing.

A Petition to Intervene was received from the South Carolina Telephone Coalition (“SCTC”). Thereafter, on July 5, 2000, Counsel for SCTC filed with the Commission a Stipulation in which ConnectSouth stipulated that it would only seek authority in non-rural local exchange (“LEC”) service areas of South Carolina and that it would not provide any local service to any customer located in a rural incumbent’s service area, unless and until ConnectSouth provided written notice of its intent prior to the date of the intended service. ConnectSouth also stipulated that it was not asking the Commission to make a finding at this time regarding whether competition is in the public interest for rural areas. ConnectSouth agreed to abide by all State and Federal laws and to participate to the extent that it may be required to do so by the Commission in support of universally available telephone service at affordable rates. The SCTC withdrew its opposition to the granting of a statewide Certificate of Public Convenience and Necessity to ConnectSouth provided the conditions contained in the Stipulation are met. The Stipulation is approved and attached as Order Exhibit 1.

A hearing was commenced on July 13, 2000, at 10:30 a.m., in the Commission’s Hearing Room. The Honorable William Saunders, Vice Chairman, presided. Faye A. Flowers, Esquire, represented ConnectSouth. Jocelyn D. Green, Staff Counsel, represented the Commission Staff.

Christopher Hugman, Vice President of Implementation and Engineering of ConnectSouth, appeared and offered testimony in support of the Company’s application. As Vice President of Implementation and Engineering, Mr. Hugman oversees the design and implementation of the Company’s network, including but not limited to development of network architecture, network provisioning, collocation build out and service ready among a number of other related tasks. ConnectSouth is a wholly-owned subsidiary of ConnectSouth, LLC a Delaware limited liability company. ConnectSouth has received authority from the South

Carolina Secretary of State to transact business in the State of South Carolina as a foreign corporation.

ConnectSouth proposes to provide resold and facilities-based local exchange and intrastate interexchange telecommunications services throughout the State of South Carolina. The Company intends to provide all forms of local exchange telecommunications services and it intends to target its marketing efforts to business customers with a need for affordable, high bandwidth, high performance, high speed Internet and Intranet data connections. Mr. Hugman described the managerial, financial, and technical resources and abilities of ConnectSouth.

ConnectSouth is certified to provide resold and facilities-based local exchange and interexchange services in Louisiana, Alabama, Mississippi, Kentucky, Texas, Oklahoma, and Florida. Mr. Hugman's testimony reveals ConnectSouth has never had its authorization denied in any state nor has the Company had authority revoked by any state. Additionally, the testimony states ConnectSouth has never been investigated or sanctioned by any regulatory authority for service or billing irregularities.

According to Mr. Hugman, ConnectSouth initially plans to offer facilities-based Digital Subscriber Line services to Internet Service Providers doing business in South Carolina. The Company may in the future offer a full range of resold telecommunications services and facilities-based local exchange services, exchange access services and interexchange services. When ConnectSouth provides data services, it will deploy xDSL technology to provide high-speed, high quality data connections.

ConnectSouth will market its services in South Carolina through direct sales and inhouse telemarketing. Mr. Hugman's testimony reveals the Company will abide by the Commission's marketing guidelines. The Company's customer service department is open twenty-four hours a

day, seven days a week. ConnectSouth's customer service department is capable of responding to different levels of technical problems experienced by its customers. The Company will bill its customers directly or through a billing agent.

Mr. Hugman's testimony also reveals the Company has a management team that is well qualified to execute ConnectSouth's business plan to provide its proposed telecommunications services and to operate and maintain ConnectSouth's facilities over which service will be deployed. Mr. Huggman worked in the telecommunications industry prior to joining ConnectSouth. Before Mr. Huggman joined ConnectSouth, he served as Vice President and General Manager for Prime Telecom. At Prime Telecom Mr. Huggman was responsible for implementation of the company's plan to deploy CLEC/Internet services in Washington, D.C. Mr. Huggman was also previously employed with Brooks Fiber, Wiltel and Southwestern Bell Communications. Jeff Mucci is the Chief Executive Officer/President/Director of ConnectSouth. Six months prior to the formation of ConnectSouth, Mr. Mucci had evaluated DSL vendors and had begun deployment of DSL equipment in twenty central offices in Louisiana. Mr. Mucci also served as the cofounder, President/COO and Board member of LEC Unwired, LLC. According to the record, Mr. Mucci was central in the initiation and oversight relative to the deployment of US Unwired's start-up CLEC and internet business plan. Olin Kropog is the Vice President/General Manager – Gulf States. The record reveals Mr. Kropog has more than ten years experience working extensively through Bell South's nine state region in various director and management level sales positions within Bell South's Federal, National and Major Accounts divisions. Mark Harrison, Director – Project Management, worked at MCI WorldCom in Oklahoma City prior to joining ConnectSouth. While working at MCI WorldCom, Mr. Harrison was responsible for all service operations, maintenance and network implementation and at one

point during his tenure at MCI WorldCom, Mr. Harrison was responsible for deployment network equipment and fiber optics in customer locations, collocations with the ILEC and CLEC central offices. Eric Adler is employed in ConnectSouth's Regional Engineering section. Mr. Adler was previously employed with Logix Communications and Brooks Fiber. Finally, Steve Dyer, Provisioning Manager, also previously worked with Brooks Fiber and Logix Communications.

Mr. Hugman's testimony also reveals the Company is financially capable of providing telecommunications services in South Carolina. His testimony reveals ConnectSouth is funded by an investment group led by Morgan Stanley Dean Witter. This investment group has pledged over one hundred million dollars in partnership with Lauren Sutton and Fleet Equity (Providence, Rhode Island). The Company has also recently closed a hundred and twenty-five million dollars in debt facilities from a group of well-known banks. The Company also has over two hundred twenty-five million in available capital at ConnectSouth.

By its application, ConnectSouth requested the Commission waive certain regulations. The Company first request a waiver of 26 S.C. Code Ann. Regs. 103-631 (1976 and Supp. 1999) to publish and distribute local exchange directories. ConnectSouth intends to enter into an agreement with the directory publishers of Bellsouth Telecommunications to include the names of ConnectSouth's customers in BellSouth's directories. Secondly, the Company seeks a waiver of 26 S.C. Code Ann. Regs. 103-612.2.3 (1976) regarding the filing of a map or maps showing the Company's certificated area and/or exchange service area. Next, ConnectSouth seeks a waiver of 26 S.C. Code Ann. Regs. 103-610 (1976) so that the Company can maintain its books and records at its principal offices in Texas as it is the Company's position that maintaining its books and records in South Carolina would be unduly costly and burdensome to ConnectSouth.

The Company also requests that it be exempt from any record-keeping rules or regulations that might require a carrier to maintain its financial records in conformance with the Uniform System of Accounts. ConnectSouth maintains its books in accordance with Generally Accepted Accounting Principles. At the hearing ConnectSouth withdrew its request for a waiver of any reporting requirements which, although applicable to incumbent LECs are not applicable to competitive carriers association such as ConnectSouth.

After full consideration of the applicable law, the Company's Application, and the evidence presented at the hearing, the Commission hereby issues its findings of fact and conclusions of law:

FINDINGS OF FACT

1. ConnectSouth is organized as a corporation under the laws of the State of Delaware and has received a certificate from the South Carolina Secretary of State to transact business within South Carolina as a foreign corporation.
2. ConnectSouth wishes to provide local exchange services and interexchange services within the State of South Carolina.
3. The Commission finds that ConnectSouth possesses the technical, financial, and managerial resources sufficient to provide the service requested.
4. The Commission finds that ConnectSouth's "provision of service will not adversely impact the availability of affordable local exchange service." S.C. Code Ann. §58-9-280(B)(3) (Supp. 1999).
5. The Commission finds that ConnectSouth will support universally available telephone service at affordable rates.

6. The Commission finds that ConnectSouth will provide services which will meet the service standards of the Commission.

7. The Commission finds that the provision of local exchange service by ConnectSouth “does not otherwise adversely impact the public interest.” S.C. Code Ann. §58-9-280(B)(5) (Supp. 1999).

CONCLUSIONS OF LAW

1. Based on the above findings of fact, the Commission determines that a Certificate of Public Convenience and Necessity should be granted to ConnectSouth to provide competitive resold and facilities-based intrastate local exchange services only to customers located in the non-rural areas of South Carolina. The terms of the Stipulation between ConnectSouth and the SCTC are approved, and adopted as a portion of this Order. Any proposal to provide local exchange service to a customer in a rural incumbent LEC’s service area is not included in the instant grant of authority. Further, the Company is granted authority to provide intrastate interLATA service and to originate and terminate toll traffic within the same LATA, as set forth herein, through the resale of intrastate Wide Area Telecommunications Services (WATS), Message Telecommunications Service (MTS), directory assistance, travel card service or any other services authorized for resale by tariffs of carriers approved by the Commission.

2. With regard to the interexchange service offerings of ConnectSouth, the Commission adopts a rate design which includes only maximum rate levels for each tariff charge. A rate structure incorporating maximum rate levels with the flexibility for adjustment below the maximum rate levels has been previously adopted by the Commission. In Re: Application of GTE Sprint Communications Corporation, etc., Order No. 84-622, issued in Docket No. 84-10-C (August 2, 1984).

3. ConnectSouth shall not adjust its interexchange rates below the approved maximum level without notice to the Commission and to the public. ConnectSouth shall file its proposed rate changes, publish its notice of such changes, and file affidavits of publication with the Commission two weeks prior to the effective date of the changes. However, the public notice requirement is waived, and therefore not required, for reductions below the maximum cap in instances which do not affect the general body of subscribers or do not constitute a general rate reduction. In Re: Application of GTE Sprint Communications, etc., Order No. 93-638, issued in Docket No. 84-10-C (July 6, 1993). Any proposed increase in the maximum rate level for interexchange services reflected in the tariff which would be applicable to the general body of the Company's subscribers shall constitute a general ratemaking proceeding and will be treated in accordance with the notice and hearing provisions of S.C. Code Ann. §58-9-540 (Supp. 1999).

4. If it has not already done so by the date of issuance of this Order, ConnectSouth shall file its revised local and long distance tariffs and an accompanying price list within thirty (30) days of receipt of this Order. The revised tariff shall be consistent with the findings of this Order and shall be consistent with the Commission's Rules and Regulations.

5. ConnectSouth is subject to access charges pursuant to Commission Order No. 86-584 in which the Commission determined that for access purposes resellers should be treated similarly to facilities-based interexchange carriers.

6. With regard to the Company's resale of interexchange service, an end-user should be able to access another interexchange carrier or operator service provider if the end-user so desires.

7. ConnectSouth shall resell the services of only those interexchange carriers or LECs authorized to do business in South Carolina by this Commission. If ConnectSouth changes underlying carriers, it shall notify the Commission in writing.

8. With regard to the origination and termination of toll calls within the same LATA, ConnectSouth shall comply with the terms of Order No. 93-462, Order Approving Stipulation and Agreement, in Docket Nos. 92-182-C, 92-183-C, and 92-200-C (June 3, 1993), with the exception of the 10-XXX intraLATA dialing requirement, which has been rendered obsolete by the toll dialing parity rules established by the Federal Communications Commission, pursuant to the Telecommunications Act of 1996 (See, 47 CFR 51.209).

9. ConnectSouth shall file annual surveillance reports on a calendar or fiscal year basis with the Commission as required by Order No. 88-178 in Docket No. 87-483-C. The proper form for these reports is outlined on Attachment A. Attachment A consists of two pages for annual information on South Carolina operations for interexchange companies and AOS'.

10. Title 23, Chapter 47, South Carolina Code of Laws Ann., governs the establishment and implementation of a "Public Safety Communications Center," which is more commonly known as a "911 system" or "911 service." Services available through a 911 system include law enforcement, fire, and emergency medical services. In recognition of the necessity of quality 911 services being provided to the citizens of South Carolina, the Commission hereby instructs ConnectSouth to contact the appropriate authorities regarding 911 service in the counties and cities where the Company will be operating. Contact with the appropriate 911 service authorities is to be made before beginning telephone service in South Carolina. Accompanying this Order is an information packet from the South Carolina Chapter of the National Emergency Number Association ("SC NENA") with contact information and sample

forms. The Company may also obtain information by contacting the E911 Coordinator at the Office of Information Resources of the South Carolina Budget and Control Board. By this Order and prior to providing services within South Carolina, ConnectSouth, shall contact the 911 Coordinator in each county, as well as the 911 Coordinator in each city where the city has its own 911 system, and shall provide information regarding the Company's operations as required by the 911 system.

11. The Company shall, in compliance with Commission regulations, designate and maintain an authorized utility representative who is prepared to discuss, on a regulatory level, customer relations (complaint) matters, engineering operations, tests and repairs. In addition, the Company shall provide to the Commission in writing the name of the authorized representative to be contacted in connection with general management duties as well as emergencies which occur during non-office hours.

ConnectSouth shall file the names, addresses and telephone numbers of these representatives with the Commission within thirty (30) days of receipt of this Order. Attachment B shall be utilized for the provision of this information to the Commission. Further, the Company shall promptly notify the Commission in writing if the representatives are replaced.

12. ConnectSouth shall conduct its business in compliance with Commission decisions and Orders, both past and future, including but not limited to, any and all Commission decisions which may be rendered in Docket No. 96-018-C regarding local competition.

13. ConnectSouth shall file annual financial information in the form of annual reports and gross receipts reports as required by the Commission. The annual report and the gross receipt report will necessitate the filing of intrastate information. Therefore, ConnectSouth shall keep financial records on an intrastate basis for South Carolina to comply with the annual and

gross receipts filings. Attachment C shall be utilized by the Company to provide the Commission with annual financial information on the Company's intrastate operations. Attachment C consists of four pages and it is entitled "Annual Report for Competitive Local Exchange Carriers."

14. By its Application, ConnectSouth requested waivers from Commission requirements (1) of publishing a directory, (2) of maintaining its books and records in conformance with the Uniform System of Accounts, (3) of filing a map showing its certificated area and/or exchange service area(s), and (4) of any record-keeping rules or regulations that might require a carrier to maintain its financial records in conformance with the Uniform System of Accounts. The Commission finds the reasoning behind ConnectSouth's requests for waivers of publishing a directory, maintaining its books and records in conformance with the Uniform System of Accounts, of filing a map showing the Company's certificated area and/or exchange service area(s), and maintaining its records required under the Commission's rules be kept within the State reasonable and hereby grants the waivers of these regulations. However, ConnectSouth is directed to comply with all Rules and Regulations of the Commission, unless a regulation is specifically waived by the Commission.

JULY 27, 2000

PAGE 12

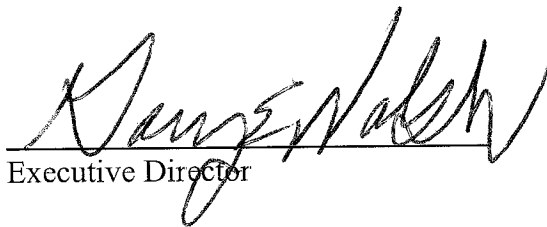
15. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:



Chairman

ATTEST:



Executive Director

(SEAL)

BEFORE
THE PUBLIC SERVICE COMMISSION
OF
SOUTH CAROLINA

Docket No. 2000-0176-C

Re: Application of ConnectSouth Communications)
of South Carolina, Inc. for a Certificate of Public)
Convenience and Necessity to Provide Facilities-)
Based and Resold Local Exchange and Intra-)
state Interexchange Telecommunications Services)
in the State of South Carolina)
_____)

STIPULATION

The South Carolina Telephone Coalition ("SCTC") (see attachment "A" for list of companies) and ConnectSouth Communications of South Carolina, Inc. ("ConnectSouth") hereby enter into the following stipulations. As a consequence of these stipulations and conditions, SCTC does not oppose ConnectSouth's Application. SCTC and ConnectSouth stipulate and agree as follows:

1. SCTC does not oppose the granting of a statewide Certificate of Public Convenience and Necessity to ConnectSouth, provided the South Carolina Public Service Commission ("Commission") makes the necessary findings to justify granting of such a certificate, and provided the conditions contained within this stipulation are met.

2. ConnectSouth stipulates and agrees that any Certificate which may be granted will authorize ConnectSouth to provide service only to customers located in non-rural local exchange company ("LEC") service areas of South Carolina, except as provided herein.

3. ConnectSouth stipulates that it is not asking the Commission to make a finding at this time regarding whether competition is in the public interest for rural areas.

4. ConnectSouth stipulates and agrees that it will not provide any local service, by its own facilities or otherwise, to any customer located in a rural incumbent LEC's service area, unless

and until ConnectSouth provides such rural incumbent LEC and the Commission with written notice of its intent to do so at least thirty (30) days prior to the date of the intended service. During such notice period, the rural incumbent LEC will have the opportunity to petition the Commission to exercise all rights afforded it under Federal and State law. Also, ConnectSouth acknowledges that the Commission may suspend the intended date for service in rural LEC territory for ninety (90) days while the Commission conducts any proceeding incident to the Petition or upon the Commission's own Motion, provided that the Commission can further suspend the implementation date upon showing of good cause.

5. ConnectSouth stipulates and agrees that, if ConnectSouth gives notice that it intends to serve a customer located in a rural incumbent LEC's service area, and either (a) the Commission receives a Petition from the rural incumbent LEC to exercise its rights under Federal or State law within such 30-day period, or (b) the Commission institutes a proceeding of its own, then ConnectSouth will not provide service to any customer located within the service area in question without prior and further Commission approval.

6. ConnectSouth acknowledges that any right which it may have or acquire to serve a rural telephone company service area in South Carolina is subject to the conditions contained herein, and to any future policies, procedures, and guidelines relevant to such proposed service which the Commission may implement, so long as such policies, procedures, and guidelines do not conflict with Federal or State law.

7. The parties stipulate and agree that all rights under Federal and State law are reserved to the rural incumbent LECs and ConnectSouth, and this Stipulation in no way suspends or adversely affects such rights, including any exemptions, suspensions, or modifications to which they may be entitled.

8. ConnectSouth agrees to abide by all State and Federal laws and to participate, to the extent it may be required to do so by the Commission, in the support of universally available telephone service at affordable rates.

9. ConnectSouth hereby amends its application and its prefiled testimony in this docket to the extent necessary to conform with this Stipulation.

AGREED AND STIPULATED to this 29 day of June, 2000.

ConnectSouth Communications of
South Carolina, Inc.:

By: [Signature]
D. Juan Hernandez
Director, Regulatory Affairs
9600 Great Hills Trail
Suite 250 East
Austin, TX 78759
(512) 681-9086

Attorney for ConnectSouth
Communications of South Carolina, Inc.

South Carolina Telephone Coalition:

[Signature]
M. John Bowen, Jr.
Margaret M. Fox
McNair Law Firm, P.A.
Post Office Box 11390
(803) 799-9800

Attorneys for the South Carolina Telephone
Coalition

ATTACHMENT A

South Carolina Telephone Coalition Member Companies for Purposes of Local Service Stipulation

ALLTEL South Carolina, Inc.
Chesnee Telephone Company
Chester Telephone Company
Farmers Telephone Cooperative, Inc.
Ft. Mill Telephone Company
Heath Springs Telephone Company Inc.
Home Telephone Company, Inc.
Lancaster Telephone Company
Lockhart Telephone Company
McClellanville Telephone Company
Norway Telephone Company
Palmetto Rural Telephone Cooperative, Inc.
Piedmont Rural Telephone Cooperative, Inc.
Pond Branch Telephone Company
Ridgeway Telephone Company
Rock Hill Telephone Company
Sandhill Telephone Cooperative, Inc.
St. Stephen Telephone Company
West Carolina Rural Telephone Cooperative, Inc.
Williston Telephone Company

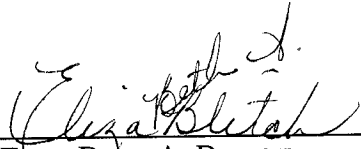
BEFORE
THE PUBLIC SERVICE COMMISSION
OF
SOUTH CAROLINA

Re: Application of ConnectSouth Communications)
of South Carolina, Inc. for a Certificate of Public)
Convenience and Necessity to Provide Facilities-)
Based and Resold Local Exchange and Intra-)
state Interexchange Telecommunications Services)
in the State of South Carolina)

**CERTIFICATE OF
SERVICE**

I, ElizaBeth A. Blitch, do hereby certify that I have this date served one (1) copy of the foregoing Stipulation upon the following party of record by causing said copy to be deposited with the United States Mail, first class postage prepaid to:

Faye A. Flowers, Esquire
Parker, Poe, Adams and Bernstein
Post Office Box 1509
Columbia, South Carolina 29202-1509.



ELIZABETH A. BLITCH
McNair Law Firm, P.A.
POST OFFICE BOX 11390
COLUMBIA, SOUTH CAROLINA 2921L
(803) 799-9800

July 5, 2000

Columbia, South Carolina

**ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS
FOR INTEREXCHANGE COMPANIES AND AOS'**

COMPANY NAME	FEIN
---------------------	-------------

ADDRESS	PHONE NUMBER
----------------	---------------------

CITY, STATE, ZIP CODE	FAX NUMBER
------------------------------	-------------------

1. **SOUTH CAROLINA OPERATING REVENUES FOR THE 12 MONTHS ENDING
DECEMBER 31, 2000 OR FISCAL YEAR. \$** _____
2. **SOUTH CAROLINA OPERATING EXPENSES FOR THE 12 MONTHS ENDING
DECEMBER 31, 2000 OR FISCAL YEAR. \$** _____
3. **RATE BASE INVESTMENT IN SOUTH CAROLINA OPERATIONS FOR THE 12 MONTHS
ENDING DECEMBER 31, 2000 OR FISCAL YEAR:**

Gross Plant in located or allocated to South Carolina operations \$ _____

CWIP located in or allocated to South Carolina operations \$ _____

Land located in or allocated to South Carolina operations \$ _____

Accumulated Depreciation of South Carolina Plant (\$ _____ **)**

Net Rate Base located in or allocated to South Carolina operations \$ _____

4. **PARENT'S CAPITAL STRUCTURE FOR THE 12 MONTHS ENDING
DECEMBER 31, 2000 OR FISCAL YEAR:**

LONG TERM DEBT \$ _____

EQUITY \$ _____

5. **PARENT'S AVERAGE RATE OF INTEREST ON LONG TERM DEBT** _____ **%.**

6. **CONTACT PERSON FOR ALL FINANCIAL INQUIRES AND REPORTING:**

NAME _____

ADDRESS IF DIFFERENT FROM COMPANY _____

TELEPHONE NUMBER _____

ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS

FOR INTEREXCHANGE COMPANIES AND AOS'

7. **ALL DETAILS ON THE ALLOCATION METHOD USED TO DETERMINE THE AMOUNT OF EXPENSES ALLOCATED TO SOUTH CAROLINA OPERATIONS AS WELL AS METHOD OF ALLOCATION OF COMPANY'S RATE BASE INVESTMENT (SEE #3 ABOVE)(USE BACK IF NEEDED).**

NAME OF OFFICER SIGNING FORM (PRINT OR TYPE) _____

SIGNATURE _____

TITLE _____

JULY 27, 2000

ATTACHMENT B

AUTHORIZED UTILITY REPRESENTATIVE INFORMATION

PURSUANT TO SOUTH CAROLINA PUBLIC SERVICE COMMISSION REGULATION

103-612.2.4(b) - Each utility shall file and maintain with the Commission the name, title, address, and telephone number of the persons who should be contacted in connection with General Management Duties, Customer Relations (Complaints), Engineering Operations, Test and Repairs, and Emergencies during non-office hours.

Company Name (Including dba Name(s) or Acronyms used or to be used in South Carolina)

Business Address

City, State, Zip Code

A.

General Manager Representative (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

B.

Customer Relations (Complaints) Representative (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

C.

Engineering Operations Representative (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

D.

Test and Repair Representative (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

E.

Contact for Emergencies During Non-Office Hours (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

F.

Financial Representative (Please Print or Type)

Telephone Number / Facsimile Number / E-mail Address

G.

Customer Contact Telephone Number for Company (Toll Free)

This form was completed by

Signature

**If you have any questions, contact the Consumer Services Department (803-896-5230)
or Utilities Department at (803-896-5105).**

ANNUAL REPORT FOR COMPETITIVE LOCAL EXCHANGE CARRIERS

COMPANY NAME: _____

ADDRESS: _____

CITY: _____ **STATE:** _____ **ZIP:** _____

PHONE NUMBER: _____ **FAX NUMBER:** _____

****If any of this information changes, the Commission is to be notified at once****

OFFICERS: PRESIDENT: _____

VICE PRESIDENT: _____

TREASURER: _____

CONTACT PERSON FOR FINANCIAL AND REGULATORY INFORMATION:

NAME: _____

(PLEASE PRINT OR TYPE)

CONTACT'S PHONE: _____

****If this person changes, you must notify the Commission immediately****

COMPETITIVE LOCAL EXCHANGE CARRIERS

Company Name: _____

Income Statement
12/31/2000/or Fiscal Year

Particulars	<u>Current Year-Total</u> Company	<u>Last Year-Total</u> Company	<u>SC Intrastate-Current</u> Year
Revenues			
Operating Revenues			
<u>Operating Expenses</u>			
Access and Billing Expenses and Expenses Related to Resale			
Other Local Interconnection Expenses			
Leases Facilities from Other Carriers			
Communications System Operations			
Sales and Marketing			
Administration and General			
Depreciation and Amortization			
Other			
Total Operating Expenses			
Net Operating Income			
<u>Other Income and Expenses</u>			
Nonoperating Income and Expenses (Net)			
Nonoperating Taxes			
Interest			
Extraordinary Items			
Total Other Income and Expenses (Net)			
Net Income			

Number of South Carolina Access Lines	
--	--

COMPETITIVE LOCAL EXCHANGE CARRIERS

Company Name: _____

Balance Sheet-Total Company
December 31, 2000/or Fiscal Year Ending

Particulars	Balance at Beginning of Year	Balance at Ending of Year
<u>Current Assets</u>		
Cash and Cash Equivalents		
Accounts Receivable-Telecommunications		
Accounts Receivable-Other		
Notes Receivable		
Other Receivables		
Materials and Supplies		
Prepays		
Other Current Assets		
Total Current Assets		
<u>Noncurrent Assets</u>		
Investments		
Other Noncurrent		
Deferred Charges		
Total Noncurrent Assets		
<u>Plant Assets</u>		
Telecommunications Plant in Service		
Accumulated Depreciation		
Net Telecommunications Plant in Service		
Other Plant Assets (Net of Depreciation)		
Construction Work in Progress		
Total Plant		
Total Assets		

COMPETITIVE LOCAL EXCHANGE ANNUAL REPORT

Company Name: _____

Balance Sheet-Total Company
December 31, 2000/or Fiscal Year Ending

Particulars	Balance at Beginning of Year	Balance at Ending of Year
<u>Current Liabilities</u>		
Accounts Payable		
Advanced Billings and Payments		
Customer Deposits		
Long Term Debt-Current Maturities		
Accrued Liabilities		
Other Current Liabilities		
Total Current Liabilities		
<u>LongTerm Debt</u>		
Long Term Debt		
Obligations Under Capital Leases		
Advances From Affiliated Companies		
Other Long Term Debt		
Total Long Term Debt		
<u>Stockholders Equity</u>		
Capital Stock		
Additional Paid in Capital		
Retained Earnings		
Total Stockholders Equity		
Total Liabilities and Stockholders Equity		